

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL MEMORANDUM**

**SB 1082 – HB 1347**

May 26, 2009

**SUMMARY OF AMENDMENTS (006153, 006918, 007836, 008944):** Amendment 006153 deletes the section of the original bill that authorized local governments to levy and collect a direct annual tax to pay for certain aspects of convention center construction. This section is replaced with language prohibiting municipal revenue derived from ad valorem taxes to be utilized for convention center expenditures. Adds a new section to the bill that would authorize the use of up to one third of the one percent hotel privilege tax currently earmarked for the promotion of tourism for the purpose of funding a convention center. Amendment 006918 requires competitive proposals for an annual management contract for the operation of a qualified facility. Requires tax-exempt bonds issued by the authority to conform to federal compliance guidelines. Amendment 007836 adds language to the bill which would require, if a convention center authority is formed by a municipality, the chief executive officer of the municipality to strive to ensure diversity which should include a female director and a racial minority director when creating a board of directors. Amendment 008944 deletes the authority to use up to one third of the one percent hotel privilege tax currently earmarked for the promotion of tourism.

**FISCAL IMPACT OF ORIGINAL BILL:**

Increase State Expenditures – Not Significant

Increase Local Revenue – Exceeds \$1,000,000/Permissive

Increase Local Expenditures – Exceeds \$1,000,000/Permissive

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:**

**Unchanged from the original fiscal note.**

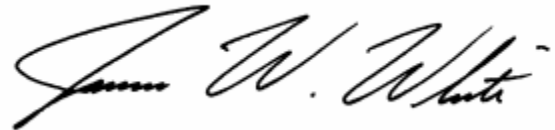
Assumptions applied to amendments:

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- Any increase in state expenditures for the Secretary of State and the Comptroller to provide oversight for certain functions, as required by the bill, is estimated to be not significant.
- A permissive increase in local government revenues and expenditures due to the authorization to issue bonds.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

/cce